## ORIGINAL

23

24

25

26



5

## BEFORE THE ARIZONA CORPORATION COMMISSION 1 2 KRISTIN K. MAYES 2010 JUN 25 P 4: 35 Chairman 3 AZ CORP COMMISSION **GARY PIERCE** DOCKET CONTROL 4 Commissioner Arizona Corporation Commission 5 PAUL NEWMAN DOCKETED Commissioner 6 SANDRA D. KENNEDY JUN 2 5 2010 7 Commissioner DOCKETED BY **BOB STUMP** 8 Commissioner 9 IN THE MATTER OF THE APPLICATION OF ) ARIZONA-AMERICAN WATER COMPANY, DOCKET NO. W-01303A-09-0343 10 AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE CURRENT FAIR 11 VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS 12 RATES AND CHARGES BASED THEREON FOR UTILITY SERVICE BY ITS ANTHEM 13 WATER DISTRICT AND ITS SUN CITY WATER DISTRICT. 14 15 IN THE MATTER OF THE APPLICATION OF DOCKET NO. SW-01303A-09-0343 16 ARIZONA-AMERICAN WATER COMPANY, AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE CURRENT FAIR 17 VALUE OF ITS UTILITY PLANT AND 18 PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES BASED THEREON FOR UTILITY SERVICE BY ITS 19 ANTHEM/AGUA FRIA WASTEWATER 20 DISTRICT, ITS SUN CITY WASTEWATER DISTRICT AND ITS SUN CITY WEST 21 WASTEWATER DISTRICT. 22

## RESPONSE TO REQUEST FOR INTERVENTION

Through this filing, Arizona-American Water Company responds to the untimely request for intervention filed by the Sun City Grand Community Association ("Association") on June 22, 2010, more than two months after the required intervention

deadline. For the reasons set forth below, this untimely and unsupported request for intervention should be denied.

The Association admits in its filing that it received the notice that the Commission required the Company to mail to each customer. That notice makes clear in bold print that the consolidation proposal "may impact the rates of every water and wastewater customer, resulting in an increase or decrease." The notice further makes clear in bold print the required dates for intervention (April 15, 2010) and other filings. Although no other party to this proceeding has claimed that the Company has misinformed it regarding consolidation and despite the clear language of the notice, the Association claims that it did not understand that the Agua Fria Water District might be the subject of consolidation.

To address the Association's allegations that the Company misinformed it, the Company has been in contact with the Association recently and has sought clarification regarding these allegations. To date, the Association has not identified any specific person or point of contact at the Company who provided this alleged misinformation to the Association. Indeed, prior to very recent discussions, the Company is not aware of any contacts from the Association relating to the issue of consolidation.

Even though the Association's request for intervention is untimely and unwarranted, intervention by the Association is not necessary for the Association to express its opposition to consolidation. As a member of the public, the Association has the right to

2203436.1

<sup>&</sup>lt;sup>1</sup>It is the Company's understanding that some members of the Association may have contacted the City of Surprise (which provides wastewater service to the Association) in the mistaken belief that the City of Surprise was eligible for consolidation. The Company, of course, should not be held responsible for this misunderstanding by the Association.

<sup>&</sup>lt;sup>2</sup> Given certain factual inaccuracies in the letter dated June 22, 2010 regarding the impact of consolidation on the Association and its residents, the Company has requested an immediate meeting with the Association to provide further information to the Association regarding consolidation. In addition, as it has done for each of the districts, the Company has scheduled a town-hall meeting for the entire Agua Fria water and wastewater district at 5pm, July 14 at the Palm Vista Church, 17475 W. Bell Road, Surprise, AZ 85374.

1	file public comment, and this letter docketed on June 22, 2010 should be treated as such. It		
2	the Association is truly in favor of the continuation of stand-alone rates, the Association has		
3	been well represented in this proceeding by both RUCO and Staff, both of which oppose		
4	consolidation. Furthermore, this letter makes clear that the Association opposes		
5	consolidation.		
6	For the reasons set forth above, the Commission should deny the		
7	Association's untimely and unwarranted request for intervention. Furthermore, the		
8	Commission should treat the letter as public comment filed on behalf of the Association.		
9			
10	RESPECTFULLY SUBMITTED this 25th day of June, 2010.		
11	LEWIS AND ROCA LLP		
12	110 1100		
13	The H. Company		
14 15	Thomas H. Campbell Michael T. Hallam 40 North Central Avenue Phoenix, AZ 85004		
16	Attorneys for Arizona-American Water Compan		
17 18	ORIGINAL and thirteen (13) copies of the foregoing filed this 25th day of June, 2010, with:		
19	The Arizona Corporation Commission		
20	Utilities Division – Docket Control 1200 W. Washington Street		
21	Phoenix, Arizona 85007		
22	Copy of the foregoing hand-delivered		
23	this 25th day of June, 2010, to:		
24	Teena Wolfe, Administrative Law Judge Hearing Division		
25	Arizona Corporation Commission 1200 W. Washington Street		
26	Phoenix, Arizona 85007 Steve Olea Utilities Division		

1 2	Arizona Corporation Commission 1200 W. Washington Street Phoenix, Arizona 85007		
3	Robin Mitchell Maureen Scott		
4	Legal Division Arizona Corporation Commission		
5	1200 W. Washington Street Phoenix, Arizona 85007		
6	Copy of the foregoing mailed/emailed this		
7	25th day of June, 2010, to:		
8	Judith M. Dworkin	Lawrence V. Robertson, Jr.	
9	Sacks Tierney PA 4250 N. Drinkwater Blvd., Fourth	P.O. Box 1448 Tubac, AZ 85646-1448	
10	Floor Scottsdale, AZ 85251-3693	Attorney for Anthem Community Council	
11	Attorney for Anthem Community Council		
12	Daniel W. Pozefsky, Chief Counsel Residential Utility Consumer Office	Jeff Crockett Robert Metli	
13	1110 West Washington Street Suite 220	SNELL & WILMER One Arizona Center	
14	Phoenix, Arizona 85007	400 E. Van Buren Street Phoenix, AZ 85004-2202	
15		Attorneys for Resorts	
16	Larry Woods Property Owners and Residents Assoc.	Bradley J. Herrema Robert J. Saperstein	
17	13815 É. Camino Del Sol Sun City West, AZ 85375-4409	Brownstein Hyatt Farber Schreck, LLP 21 E. Carrillo St	
18	,	Santa Barbara, CA 83101	
19	W.R. Hansen 12302 W. Swallow Drive	Greg Patterson Water Utility Association of Arizona	
20	Sun City West, AZ 85375	916 W. Adams, Suite 3 Phoenix, AZ 85007	
21	Andrew M. Miller, Town Attorney	Desi Howe	
22	Town of Paradise Valley 6401 E. Lincoln Drive Paradise Valley, AZ 85253	Anthem Golf and Country Club 2708 W. Anthem Club Drive Anthem, AZ 85086	
23	Norman D. James	Joan S. Burke	
24	Fennemore Craig, P.C. 3003 N. Central	Law Office of Joan S. Burke 1650 N. First Avenue	
25	Suite 2600 Phoenix, AZ 85012	Phoenix, AZ 85003 Joan@jsburkelaw.com	
26	Attorney for DMB White Tank, L.L.P.	Attorney for Mashie, L.L.C.	

1	
2	
3	
4	
5	
6	
7	
8	
9	
10	ŀ
11	l
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	١

26

Larry D. Woods	
15141 W. Horseman Lane	•
Sun City West, AZ 85375	

Lynn M. Krup	onik
Lynn M. Krup Ekmark & Eki	mark
6720 N. Scotts	sdale Road, Suite 261
Scottsdale, AZ	2 85253
Attorneys for	Sun City Grand Community
Association	•

Jayre Williams

Philip H. Cook 10122 W. Signal Butte Circle Sun City AZ 85373

Marshall Magruder P.O. Box 1267 Tubac, AZ 85646